

City of San Bruno

Measure A Transportation Fund

*Audit of Compliance with the Agreement for
Distribution of San Mateo County Measure A
Funds for Local Transportation Purposes*

For the year ended June 30, 2004

**INDEPENDENT AUDITORS' REPORT
ON MEASURE A COMPLIANCE**

To the Honorable Mayor and Members of City Council
of the City of San Bruno
San Bruno, California

We have examined management's assertion, included in the accompanying Management's Report on Compliance with the Agreement, about the City of San Bruno's (the City) compliance with the requirements of the *Agreement For Distribution Of San Mateo County Measure A Funds For Local Transportation Purposes* (the Agreement) between the City and the San Mateo County Transportation Authority dated August 18, 1989, for the year ended June 30, 2004. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the City's compliance based upon our examination.

Our examination was made in accordance with standards established by the American Institute of Certified Public Accountants and accordingly, included examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the City's compliance with specified requirements.

In our opinion, management's assertion that the City complied with the aforementioned requirements for the fiscal year ended June 30, 2004, is fairly stated, in all material respects.

Caporicci & Larson

Oakland, California
February 22, 2005

City of San Bruno
Measure A Transportation Fund
Schedule of Receipts and Disbursements
For the year ended June 30, 2004

Receipts:	
Sales Tax	\$ 551,250
Total receipts	<u>551,250</u>
Disbursements:	
Upper/Lower Sneath Lane Paving	43,572
Bus Route Rehab	<u>8,152</u>
Total Disbursements	<u>51,724</u>
Excess of Disbursements Over Receipts	<u>\$ 499,526</u>

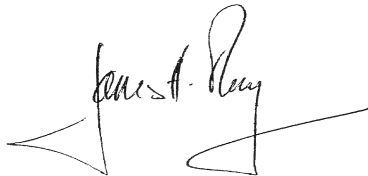
See accompanying Independent Auditors' Report.

**Management's Report on Compliance with the
Agreement for Distribution Of San Mateo County Measure A Funds For Local
Transportation Purposes**

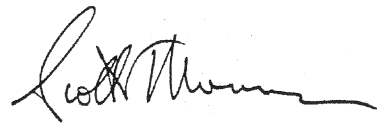
The City of San Bruno (the City) is responsible for complying with *Agreement for Distribution of San Mateo County Measure A Funds For Local Transportation Purposes* (the Agreement) between the City and the San Mateo County Transportation Authority entered on August 18, 1989. The Agreement states that in return for receiving an annual allocation of a specified portion of the retail transactions and use tax approved by *Measure A - San Mateo County Transportation Expenditure Plan* (the Measure), the City, in the use of these funds, shall "refrain from substituting funds provided to it pursuant to this Agreement for property tax funds which are currently being used to fund existing local transportation programs and limit the use of said funds to the improvement of local transportation, including streets and roads improvements."

With respect to compliance with the Agreement, management attests to the following for the year ended June 30, 2004:

- Management is responsible for establishing and maintaining an effective internal control structure with respect to compliance with the Agreement;
- Management is responsible for complying with the Agreement;
- Management has evaluated the City's compliance with the requirements of the Agreement;
- All Transactions, as summarized in the attached Schedule of Receipts and Disbursements for the year ended June 30, 2004, are in compliance with the Agreement.



Finance Director



Public Works Director